

DEPARTMENT OF BENEFIT PAYMENTS

744 P Street, Sacramento, CA 95814



January 8, 1975

ALL-COUNTY LETTER NO. 75-7

TO: ALL COUNTY WELFARE DIRECTORS
CHAIRMEN, BOARDS OF SUPERVISORS

SUBJECT: Section 10800.1 Requirement

REFERENCE:

Section 10800.1 of the Welfare and Institutions Code requires the Board of Supervisors of each county to prepare and submit by May 15th of each year estimates related to the public assistance programs to the Senate Finance Committee, the Assembly Ways and Means Committee, and the Joint Legislative Budget Committee. This section also requires the DBP to provide counties with the basic assumptions upon which county estimates shall be based.

The basic assumptions on which the county estimates are to be prepared will be the State and Federal laws, regulations, and policies in effect as of April 1, 1975. This also applies to court decisions. Also to be included are new legislation, regulations issued, or any other final actions taken before April 1, 1975, but which will be implemented at a later date. Attached is a listing of specific items that should be considered as the estimates are prepared.

Supplemental instructions, if necessary, will be issued by the department prior to April 1, 1975.

At the same time the estimates are submitted to the legislative committees, a copy should be forwarded to the State Department of Benefit Payments.

Any questions concerning the above may be directed to Anthony Moss, Chief of the Estimates Bureau (Area Code 916, 445-1862).

Sincerely,

WILLIAM J. KURTZ
Deputy Director

Attachment

cc: CWDA

OBSOLETE

Superseded by

ACL # 77-15

Issued

3-17-77

Premises To Be Included in The
1975-76 Welfare Estimates

Effective Date	Item
August 16, 1974	<p><u>Waits vs. Swoap Court Case</u> All-County Letter No. 74-166 informed counties to cease application of EAS Section 44-115.61 in determining eligibility and grant amounts for all cases in which an AFDC recipient child is living with a nonneedy relative. Follow-up All-County Letter No. 74-202, dated October 9, 1974, outlined steps to be taken for retroactivity.</p>
October 1, 1974	<p><u>Cooper vs. Swoap Court Case</u> All-County Letter No. 74-199 informed counties to cease application of EAS Section 44-115.8 in determining eligibility and grant amounts for all cases in which an AFDC recipient is living with an adult aid recipient. The prospect of some retroactivity effect is as yet undecided.</p>
January 1, 1975	<p><u>Minimum Wage Increase to \$2.10</u> Under federal law, the minimum wage will increase from \$2.00 to \$2.10 per hour. This increase will reduce grant costs for working AFDC recipients whose earnings are at the minimum level. Statewide, the overall average monthly grant reduction is estimated to be \$.135 per person in the AFDC-FG program and \$.094 per person in the AFDC-U program.</p>
January 1, 1975	<p><u>AB 1946 (Chapter 514, Statutes of 1974)</u> This bill changed the Civil Code to provide that when a parent has defaulted his child support payments for two months during the last 24 months, and has been ordered by the court to assign part of his salary for child support, this parent's employer shall deduct the amount of the support payment from the parent's earnings and transmit the payment to the person designated by the court.</p>
June 1, 1975	<p><u>Social Security Cost-of-Living Increase</u> PL 93-233 provides for an automatic OASDI cost-of-living adjustment based on the U.S. Consumer Price Index. The increase effective June 1975 which will be reflected in July grants is estimated to be 9.1 percent. The overall average grant reduction is estimated to be \$.192 per person in the AFDC-FG program and \$.03 per person in the AFDC-U program.</p>

Effective Date	Item
July 1, 1975	<p><u>AFDC Cost-of-Living Adjustment</u> Computed as required in the W&I Code, the cost-of-living adjustments are estimated to be \$35.175 per family case in the AFDC-FG program and \$44.964 per family case in the AFDC-U program.</p>
July 1, 1975	<p><u>SSP Cost-of-living Adjustment</u> AB 134 (Chapter 1216, Statutes of 1973) as amended by AB 853 (Chapter 75, Statutes of 1974) provides for a cost-of-living adjustment in the SSP payment standards. This adjustment, based on the percentage change of the average of the Consumer Price Indices for San Francisco-Oakland and Los Angeles-Long Beach, is estimated to be 17.5 percent.</p>
July 1, 1975	<p><u>County Share of SSI/SSP Program</u> AB 134 (Chapter 1216, Statutes of 1973) as amended by AB 853 (Chapter 75, Statutes of 1974) establishes the county share, by county, toward the cost of State Supplementary Aid and provides, beginning with the fiscal year 1975-76, that the amount payable by each county in each subsequent year shall be determined by multiplying the 1974-75 base-year amount by the ratio of the county's modified assessed value in the subsequent year to the county's modified assessed value in the base year. The county share is expected to increase by approximately 8 percent.</p>
December 1, 1975	<p><u>APSB Cost-of-Living Adjustment</u> Based on the projected Consumer Price Indices for Los Angeles-Long Beach and San Francisco-Oakland for June 1975, the cost-of-living adjustment for the APSB program is estimated to be \$21 per case.</p>
January 1, 1976	<p><u>Minimum Wage Increase to \$2.30</u> Under federal law, the minimum wage will increase from \$2.10 to \$2.30 per hour. This increase in minimum wage will reduce grant costs for working AFDC recipients whose earnings are at the minimum level. The overall average monthly grant reduction is estimated to be \$.186 per person in the AFDC-FG program and \$.122 per person in the AFDC-U program.</p>